

Message Text

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72

ORIGIN XMB-07

INFO OCT-01 ARA-16 ISO-00 AID-20 CIAE-00 COME-00 EB-11

FRB-02 INR-10 NSAE-00 RSC-01 TRSE-00 OPIC-12 SPC-03

CIEP-02 LAB-06 SIL-01 OMB-01 /093 R

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DRAFTED BY: XMB:D.W. SHEPARD

APPROVED BY: EB/OCA/REP: LHPOMEROY

XMB: EARL B. YOUNG

XMB: WARREN W. GLICK

EB/IFD/ODF-EMLINTON

ARA/BR- D.I. KEMP(SUB)

EB/AVP- C. DUDLEY(INFO)

SPECIAL CHARGE: EXIMBANK

----- 084884

R 131558Z MAR 74

FM SECSTATE WASHDC

TO AMEMBASSY BRASILIA

AMCONSUL RIO DE JANEIRO

AMCONSUL SAO PAULO

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E.O. 11652: N/A

TAGS: EGEN

SUBJECT: CREDIT NOS. 5144 AND 5221

THE BOARD OF DIRECTORS OF EXIMBANK ON MARCH 7, 1974 AUTHORIZED TWO CREDITS AGGREGATING \$22,698,000 TO VIACAO AEREA SAO PAULO, S.A. (VASP) TO FINANCE 45 PER CENT OF THE COST OF NINE 737-200 AIRCRAFT, FOUR USED AIRCRAFT FROM PACIFIC SOUTHWEST AIRLINES AND FIVE NEW PLANES FROM THE BOEING CO.

TERMS CALL FOR THE BORROWER TO MAKE A CASH PAYMENT OF 10 PER CENT OF THE COST OR \$5,044,000. THE BALANCE OF 45 PER CENT OR \$22,698,000 IN THE AGGREGATE WILL BE EXTENDED BY FIRST NATIONAL
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CITY BANK AND WILL NOT BE GUARANTEED BY EXIMBANK. REPAYMENT TO

BE MADE SEMIANNUALLY OVER A PERIOD OF 7 YEARS FOR THE USED
AIRCRAFT AND 10 YEARS FOR THE NEW AIRCRAFT. EXIMBANK'S INTEREST
RATE ON BOTH LOANS WILL BE 6 PER CENT.

REQUEST EMBASSY ADVISE VASP OF THIS ACTION, WHICH WILL BE
DETAILED IN LETTER TO VASP WITH COPY TO EMBASSY.

FURTHER ADVISE BORROWER NEWS RELEASE INCLUDING ABOVE DETAILS
SCHEDULED FOR ANNOUNCEMENT HERE NEXT FEW DAYS. EMBASSY WILL BE
PROVIDED ADVANCE TEXT FOR THEIR INFORMATION PRIOR TO WASHINGTON
RELEASE.

OTHER THAN DISCUSSION WITH BORROWER, IT IS IMPERATIVE ABOVE
INFORMATION BE WITHHELD PRIOR TO SUBJECT PRESS RELEASE.
KISSINGER

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AIRCRAFT, PROCUREMENT, CREDIT AUTHORIZATIONS, AIRLINES
Control Number: n/a
Copy: SINGLE
Draft Date: 13 MAR 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: MorefiRH
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974STATE050091
Document Source: CORE
Document Unique ID: 00
Drafter: XMB:D.W. SHEPARD
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
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Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740346/aaaabr fv.tel
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Office: ORIGIN XMB
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Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: MorefiRH
Review Comment: n/a
Review Content Flags:
Review Date: 09 SEP 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <09 SEP 2002 by boyleja>; APPROVED <10-Sep-2002 by MorefiRH>
Review Markings:

Declassified/Released
US Department of State
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30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: CREDIT NOS. 5144 AND 5221 THE BOARD OF DIRECTORS OF EXIMBANK ON MARCH 7, 1974 AUTHORIZED
TAGS: EGEN, BR, XMB, VIACAO AEREA SAO PAULO
To: BRASILIA SAO PAULO
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005